

**FY 2006-07 BUDGET
SUMMARY OF REVENUES AND EXPENDITURES**

Section Title: RUSSIAN RIVER PROJECTS

Section/Index No: 674614

Sub-Object No. and Title	Adopted 2005-06	Requested 2006-07	Difference	Percent Change
REVENUES:				
<u>USE OF MONEY</u>				
1700 Interest on Pooled Cash	\$1,250	\$200,000	\$198,750	15900.00%
Subtotal Use of Money	\$1,250	\$200,000	\$198,750	15900.00%
<u>INTERGOVERNMENTAL REVENUE</u>				
2500 St Other	\$0	\$0	\$0	N/A
2950 Marin Municipal Water District	530,369	467,017	(63,352)	(11.94%)
2951 North Marin Water District	561,793	608,212	46,419	8.26%
4303 State Grants	0	0	0	N/A
Subtotal Intergovernmental Revenue	\$1,092,162	\$1,075,230	(\$16,932)	(1.55%)
<u>OTHER FINANCING SOURCES</u>				
4625 OT - W/in Special Dist - BOS	\$0	\$0	\$0	N/A
Subtotal Other Financing Sources	\$0	\$0	\$0	N/A
TOTAL REVENUES	\$1,093,412	\$1,275,230	\$181,818	16.63%
EXPENDITURES:				
<u>SERVICES AND SUPPLIES</u>				
6180 Maintenance - Buildings	\$0	\$0	\$0	N/A
6522 District Services	1,250,000	1,529,500	279,500	22.36%
6570 Consultant Services	515,000	695,000	180,000	34.95%
6610 Legal Services	75,000	100,000	25,000	33.33%
7000 Special Departmental Expense	0	0	0	N/A
Subtotal Services and Supplies	\$1,840,000	\$2,324,500	\$484,500	26.33%
<u>OTHER CHARGES</u>				
7980 Depreciation	\$230,000	194,000	(\$36,000)	(15.65%)
8010 Contribution Non-Co Govt	335,000	356,150	21,150	6.31%
Subtotal Other Charges	\$565,000	550,150	(\$14,850)	(2.63%)
<u>FIXED ASSETS</u>				
9141 Potter Valley Project	20,000	50,000	30,000	150.00%
9149 Matanzas Creek Fish Ladder	0	70,000	70,000	N/A
9159 Dry creek water supply	0	0	0	N/A
9161 Laguna Flood Detention Study	0	0	0	N/A
9166 Mumford Fish Passage	0	0	0	N/A
9167 Crocker Dam Fish Passage	0	0	0	N/A
Subtotal Fixed Assets	\$20,000	\$120,000	\$100,000	500.00%
TOTAL EXPENDITURES	\$2,425,000	\$2,994,650	\$569,650	23.49%
TOTAL NET COST (Expenditures Minus Revenues)	\$1,331,588	\$1,719,420	\$387,832	29.13%

FY 2006-07 BUDGET
CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Water Supply
Section Title: Russian River Projects
Character: Use of Money and Property

Character No.: 674614-17

1700 Interest on Pooled Cash

This account records interest on pooled cash held for the Agency by the County Treasurer's office. Estimated interest is projected based on cash on hand and current interest rate trends.

Estimated Average Cash Balance	5,000,000
Projected Interest Rate	4.00%
Projected/Planned Interest on Pooled Cash	<u>\$200,000</u>

Character: Intergovernmental Revenue

Character No.: 674614-20,40

2950 Marin Municipal Water District

This account records the Russian River Conservation Fee and the Russian River Projects charge received from Marin Municipal Water District based on actual deliveries of water.

Projected FY 06-07 Water Deliveries:	7,146.40	Acre Feet
Russian River Conservation Fee	\$48.33	Per Acre Foot
Russian River Projects Charge	\$17.02	Per Acre Foot
Projected Revenue	<u>\$467,017</u>	

2951 North Marin Water District

This account records the Russian River Conservation Fee and the Russian River Projects charge received from North Marin Water District based on actual deliveries of water.

Projected FY 06-07 Water Deliveries:	9,307.00	Acre Feet
Russian River Conservation Fee	\$48.33	Per Acre Foot
Russian River Projects Charge	\$17.02	Per Acre Foot
Projected Revenue	<u>\$608,212</u>	

FY 2006-07 BUDGET

CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Water Supply
 Section Title: Russian River Projects

Character: Other Financing Sources Character No.: 674614-46

4625 OT - W/in Special Dist - BOS

This request is for the annual transfer from the Water Agency's General Fund to provide funding for ongoing operations and projects within the Russian River Projects fund.

The Russian River Projects Fund shall be used (1) to pay the costs for water supply and erosion control activities along the Russian River arising from assurances given by the Sonoma County Water Agency for the construction of the Coyote Valley Dam Project and the Warm Springs Dam Project; (2) to pay the costs incurred by the Sonoma County Water Agency in securing and defending the Agency's appropriative water rights necessary for the realization of the full benefit of those projects; (3) to pay the costs incurred by the Sonoma County Water Agency in operating the Coyote Valley Dam and Warm Springs Dam Projects, (4) to pay the costs for water supply issues arising from activities of the Potter Valley Project, and (5) to pay the costs incurred for fishery mitigation and enhancement projects undertaken by the Agency in the Russian River and Eel River and their tributaries.

Character: Services and Supplies Character No.: 674614-60

6522 District Services

This item is requested to provide funds for charging salaries, benefits and overhead costs for personnel assigned to maintain various projects along the Russian River. Costs of maintaining erosion control and water supply facilities that are associated with the Coyote Valley Project and the Warm Springs Dam Project are charged to this account as well as costs associated with maintaining the Potter Valley Tailrace Canal. The increase provides for salary and benefit cost increases and reflects anticipated costs for the following ongoing programs and projects:

	<u>PCAS No.</u>	<u>Amount</u>
Dry Creek Water Supply	3635	15,000
Endangered Species Act - RR Projects Impact	3460-A4	125,000
Fishnet 4C	3648	5,000
GIS - Water Rights / Land Use	3828	50,000
Healdsburg Dam Fish Ladder O&M	3110	10,000
Legislative Advocacy Support Services	3615, 3754, 3460	30,000
Mumford Dam Maintenance & Monitoring	3890	20,000
Potter Valley Project	3187	50,000
Recovery Planning	3754	400,000
Resource Conservation District Agreements	3320, 3797	10,000
RR Estuary Management O&M	3195	390,000
RR Fisheries Enhancement	3229	165,000
RR Watershed Association	3928	25,000
RR Watershed Bulletin	3439	7,500
RR Watershed Council	3557	5,000
Water Rights Petition	3310	140,000
USGS Contract Administration	TBD	5,000
Flow EIR	TBD	62,000
RR Event Sponsorships	3229	15,000

\$1,529,500

FY 2006-07 BUDGET
CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Water Supply
Section Title: Russian River Projects

Character: Services and Supplies

Character No.: 674614-60

6570 Consultant Services

This item provides funds for the use of outside consultants as may be necessary to support the program.

Dry Creek Water Supply	PCAS No. 3635	\$25,000
Water Rights Reporting	PCAS No. 3310	70,000
Russian River Geographic Information System	PCAS No. 3828	300,000
Recovery Planning	PCAS No. 3754	300,000
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		\$695,000

6610 Legal Services

This account reflects the estimated cost of legal services to be provided by County Counsel or outside legal services, as required.

7000 Special Department Expenses

This request is for the Watershed Restoration Project funded by the Prop. 13 state grant. The grant reimbursement is received under subobject 4303 - State Grants.

FY 2006-07 BUDGET
CHARACTER JUSTIFICATION

Department - Division: Sonoma County Water Agency - Water Supply
Section Title: Russian River Projects

Character: Other Charges

Character No.: 674614-75

8010 Contribution Non-Co Government

Funding Agreement - Sotoyome-Santa Rosa Resource Conservation District PCAS No. 3320 \$35,000

Funds are requested to finance an agreement with Sotoyome - Santa Rosa Resource Conservation District to partially assist the District to carry out components of its Russian River Watershed program.

Funding Agreement - Goldridge RCD PCAS No. 3320 \$25,000

Funds are requested to finance an agreement with the Goldridge Resource Conservation District (Goldridge RCD) to partially assist the Goldridge RCD in their salmonid habitat improvement work in the Russian River watershed. Goldridge RCD will utilize these funds to provide training and technical assistance to land owners and watershed stewardship groups with the ultimate goal of facilitating instream restoration projects that benefit fisheries.

Funding Agreement - Russian River Watershed Association PCAS No. 3928 \$45,000

Funds are requested to pay fees and project costs for participation in the Russian River Watershed Association (RRWA). The RRWA implements programs and projects to assist in regulatory compliance, watershed/fisheries restoration, and coordination of stormwater and other water related activities in the watershed. Ten cities, agencies and counties participate in RRWA.

Funding Agreement - U.S.G.S. - Water Quality PCAS No. TBD \$115,000

These funds are requested to collect water quality samples to better understand the environmental conditions currently existing in the Russian River. Better water quality information is required to better understand the potential impacts to fish and people of possible operational changes on the Russian River. This data will provide an improved understanding of the current "environmental baseline" existing in the Russian River.

Funding Agreement - U.S.G.S. - Stream Gauges PCAS No. TBD \$136,150

This item funds the Agency's share of the operation of Stream Gauges on the Russian River.

\$356,150

Character: Fixed Assets

Character No.: 674614-85

9141 Potter Valley Project PCAS No. 3187 \$50,000

Funds are requested to provide for continued monitoring of PG&E and Federal Energy Regulations Commission (FERC) process and negotiations with PG&E for potential acquisition of the Potter Valley Project.

9149 Matanzas Creek Fish Ladder PCAS No. 3502 \$70,000

Funds are requested for preliminary engineering for a fish ladder on Matanzas Creek.

FY 2006-07 BUDGET
STATEMENT OF SPECIAL FUND ACTIVITY

Department: Sonoma County Water Agency - Water Supply

Section: Russian River Projects

Index No.: 674614

DESCRIPTION OF FUND ACTIVITY	Actual FY 04-05	Estimated FY 05-06	Requested FY 06-07
Undesignated/Unreserved <u>BEGINNING</u> Fund Balance			
Available for Budgeting (See Detailed Components Below)	\$194,890	\$6,942,622	\$5,966,920
Annual Revenues and Expenditures:			
Revenues - Increase fund balance	8,290,004	1,529,697	1,275,230
Expenditures - (Decrease) fund balance	(2,210,175)	(2,735,399)	(2,994,650)
Net Surplus or Deficit - Increase/(Decrease) to fund balance	6,079,829	(1,205,702)	(1,719,420)
Adjustments to Reserves/Encumbrances:			
Change in Encumbrances - Net Increase/(Decrease)	538,437		
Capitalized Interest	-		
Contributed Capital - SCWA General Fund	-		
Depreciation	129,466	230,000	194,000
PY Encumbrances		-	
Net Adjustment - Increase/(Decrease) to Fund Balance	667,903	230,000	194,000
Undesignated/Unreserved <u>ENDING</u> Fund Balance			
Available for Budgeting	<u>\$6,942,622</u>	<u>\$5,966,920</u>	<u>\$4,441,500</u>
Total Increase/(Decrease) in Fund Balance for Fiscal Year (Difference between Beginning and Ending Balance)	\$6,747,732	(\$975,702)	(\$1,525,420)
<u>Fund Balance Components at Beginning of FY</u>	<u>7/1/04</u>	<u>7/1/05</u>	
Cash	\$941,183	\$6,861,928	
Cash with Trustee	0	0	
Accounts Receivable	575,927	1,099,738	
Accounts Payable	(416,806)	(652,057)	
Other Liabilities	0	0	
Encumbrances	(905,414)	(366,977)	
Total Beginning Fund Balance	<u>\$194,890</u>	<u>\$6,942,632</u>	